FISCAL NOTE

TO: Chief Clerk of the Senate

Chief Clerk of the House

FROM: James A. Davenport, Executive Director

DATE: February 21, 1995

SUBJECT: **SB 1069 - HB 910**

This bill, if enacted, will make various revisions to TCA, Title 63, Chapter 6, relative to medicine and surgery. This bill adds sections 2-27 which addresses the operations of managed care organizations(MCOs) across the state.

The fiscal impact from enactment of this bill would depend upon the impact that these changes to MCOs would have on the TennCare program. It is estimated that such changes would increase state expenditures as a result of the TennCare program; however, the amount of such increase cannot reasonably be determined but is estimated to exceed \$100,000.

The Department of TennCare has stated that the provisions of this bill will have an immediate detrimental effect on the TennCare program and may jeopardize federal participation in the program.

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

Stones a. Downpart